

Message Text

LIMITED OFFICIAL USE

PAGE 01 ALGIER 02501 271316Z
ACTION XMB-04

INFO OCT-01 NEA-10 ISO-00 EB-08 COME-00 TRSE-00 OPIC-03
AID-05 SSO-00 /031 W
-----122682 271317Z /43
O 271247Z AUG 78
FM AMEMBASSY ALGIERS
TO SECSTATE WASHDC IMMEDIATE 9047

LIMITED OFFICIAL USE ALGIERS 2501

DEPT PASS EXIMBANK

E.O. 11652: N/A
TAGS: EFIN, AG
SUBJECT: EXIMBANK PC FOR SONELGAZ

REFS: A) STATE 195619, B) STATE 212130, C) ALGIERS 2486

1. BELHOUS GAVE ECONOFF THE FOLLOWING DETAILS OF OFFICIAL
CREDITS BEING OFFERED FOR M'SILA POWER STATION:

A) YEN CREDIT FOR 85 PERCENT OF FOREIGN EXCHANGE COSTS. 20
SEMIANNUALS. INTEREST AT 7.75 PERCENT NET. BIDDER IS
HITACHI.

?) GUILDER CREDIT FOR 85 PERCENT OF FOREX COSTS. 20 SEMI-
ANNUALS. 7.5 PERCENT NET. BIDDER IS THOMASSEN HOLLAND B.V.

C) MARK CREDIT FOR 85 PERCENT OF FOREX COSTS. 20 SEMIANNUALS.
7.25 PERCENT PLUS 1 PERCENT IN FEES. BIDDER IS AEG.

D) DOLLAR CREDIT FOR 85 PERCENT OF FOREX COSTS. 20 SEMI-
ANNUALS. 7.5 PERCENT NET. BIDDER IS JOHN BROWN.

2. BELHOUS ALSO SHOWED US CONTRACT WITH AMN GENOA FOR
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MERS EL HADJAJ POWER PLANT (ON WHICH GE HAD BID WITHOUT
SUCCESS.) CREDIT WAS FOR 85 PERCENT OF \$135 MILLION FOREX COSTS,
20 SEMIANNUALS, 7.5 PERCENT NET.

3. BELHOUS SAID GE HAS LITTLE CHANCE FOR M'SILA BECAUSE
OF EXIM TERMS BUT GE PRICE ATTRACTIVE. DECISION TO BE MADE
IN FIVE OR SIX DAYS.

4. COMMENT. ECONOFF POINTED OUT POSSIBLE HIDDEN COSTS
IN MAKING CONTRACTS IN APPRECIATING YEN, MARKS OR GULDERS.
BELHOUS ACCEPTED POINT BUT IMPLIED THAT IT WOULD CARRY
LITTLE WEIGHT IN SONELGAZ DECISION.HAYNES

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, INDUSTRIAL DEVELOPMENT, ELECTRIC POWER PLANTS
Control Number: n/a
Copy: SINGLE
Draft Date: 27 aug 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978ALGIER02501
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780350-0861
Format: TEL
From: ALGIERS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780819/aaaaapjg.tel
Line Count: 67
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: dc22f25a-c288-dd11-92da-001cc4696bcc
Office: ACTION XMB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 195619, 78 STATE 212130, 78 ALGIERS 2486
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1606002
Secure: OPEN
Status: NATIVE
Subject: EXIMBANK PC FOR SONELGZ
TAGS: EFIN, ENRG, AG, XMB
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/dc22f25a-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014